

QUARTERLY REPORT

LICENSEE TRUMP TAJ MAHAL CASINO RESORT

FOR THE QUARTER ENDED SEPTEMBER 30, 2005

TO THE
CASINO CONTROL COMMISSION
OF THE
STATE OF NEW JERSEY



TRADING NAME OF LICENSEE: TRUMP TAJ MAHAL CASINO RESORT

BALANCE SHEETS

AS OF SEPTEMBER 30, 2005 AND 2004

(UNAUDITED)
(\$ IN THOUSANDS)

LINE (a)	DESCRIPTION (b)	SEPTEMBER 2005	SEPTEMBER 2004
	ASSETS		
	Current Assets:		
1	Cash and Cash Equivalents.....	\$ 64,478	\$ 56,772
2	Short-Term Investments.....	-	-
3	Receivables and Patrons' Checks (Net of Allowance for Doubtful Accounts - 2005, \$8,151; 2004, \$10,640).....	19,001	15,667
4	Inventories.....	4,926	4,824
5	Prepaid Expenses and Other Current Assets.....	5,676	5,638
6	Total Current Assets.....	94,081	82,901
7	Investments, Advances, and Receivables - CRDA.....	17,448	13,291
8	Property and Equipment - Gross..... NOTES 2 & 3.....	782,854	1,148,381
9	Less: Accumulated Depreciation and Amortization..... NOTES 2 & 3.....	(10,944)	(314,753)
10	Property and Equipment - Net..... NOTES 2 & 3.....	771,910	833,628
11	Other Assets..... NOTES 2, 3 & 5.....	184,208	14,784
12	Total Assets.....	\$ 1,067,647	\$ 944,604
	LIABILITIES AND EQUITY		
	Current Liabilities:		
13	Accounts Payable.....	\$ 6,975	\$ 16,601
14	Notes Payable.....	-	-
	Current Portion of Long-Term Debt:		
15	Due to Affiliates.....	-	-
16	Other..... NOTES 2, 3 & 4.....	12,828	12,509
17	Income Taxes Payable and Accrued..... NOTE 9.....	7,810	5,618
18	Other Accrued Expenses.....	21,632	59,883
19	Other Current Liabilities..... NOTE 5.....	15,507	8,579
20	Total Current Liabilities.....	64,752	103,190
	Long-Term Debt:		
21	Due to Affiliates..... NOTES 2, 3 & 4.....	575,000	836,553
22	Other..... NOTE 4.....	8,654	11,605
23	Deferred Credits.....	-	-
24	Other Liabilities.....	400	400
25	Commitments and Contingencies..... NOTE 7.....		
26	Total Liabilities.....	648,806	951,748
27	Stockholders', Partners', or Proprietor's Equity (Deficit)..... NOTES 2, 3 & 6.....	418,841	(7,144)
28	Total Liabilities and Equity.....	\$ 1,067,647	\$ 944,604

The accompanying notes are an integral part of the financial statements.
Valid comparisons cannot be made without using information contained in the notes.

TRADING NAME OF LICENSEE: TRUMP TAJ MAHAL CASINO RESORT

STATEMENTS OF INCOME

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2005 AND 2004

(UNAUDITED)
(\$ IN THOUSANDS)

LINE (a)	DESCRIPTION (b)	2005 (c)	2004 (d)
	REVENUE:		
1	Casino.....	\$ 386,138	\$ 377,692
2	Rooms.....	24,504	24,904
3	Food and Beverage.....	41,468	42,935
4	Other.....	14,193	15,819
5	Total Revenue.....	466,303	461,350
6	Less: Promotional Allowances.....	107,336	101,648
7	Net Revenue.....	358,967	359,702
	COSTS AND EXPENSES:		
8	Cost of Goods and Services.....	218,311	214,147
9	Selling, General and Administrative.....	53,641	52,722
10	Provision for Doubtful Accounts.....	(292)	2,025
11	Total Costs and Expenses.....	271,660	268,894
12	Gross Operating Profit.....	87,307	90,808
13	Depreciation and Amortization.....	30,233	36,570
	Charges from Affiliates Other than Interest:	-	-
14	Management Fees.....	-	-
15	Other..... NOTE 5.....	4,137	4,695
16	Income (Loss) from Operations.....	52,937	49,543
	Other Income (Expenses):		
17	Interest Income (Expense) - Affiliates..... NOTES 2, 3 & 4.....	(54,537)	(72,673)
18	Interest Income (Expense) - External..... NOTE 4.....	(2,080)	(1,719)
19	Investment Alternative Tax and Related Income (Expense) - Net.....	(1,627)	(1,594)
20	Nonoperating Income (Expense) - Net..... NOTE 10.....	105,345	39
21	Total Other Income (Expenses).....	47,101	(75,947)
22	Income (Loss) Before Income Taxes and Extraordinary Items.....	100,038	(26,404)
23	Provision (Credit) for Income Taxes..... NOTE 9.....	1,936	1,912
24	Income (Loss) Before Extraordinary Items.....	98,102	(28,316)
25	Extraordinary Items (Net of Income Taxes- 2005, \$ ____ ; 2004, \$ ____)..... NOTE 11.....	143,353	-
26	Net Income (Loss).....	\$ 241,455	\$ (28,316)

The accompanying notes are an integral part of the financial statements.
Valid comparisons cannot be made without using information contained in the notes.

TRADING NAME OF LICENSEE: TRUMP TAJ MAHAL CASINO RESORT

STATEMENTS OF INCOME

FOR THE THREE MONTHS ENDED SEPTEMBER 30, 2005 AND 2004

(UNAUDITED)
(\$ IN THOUSANDS)

LINE (a)	DESCRIPTION (b)	2005 (c)	2004 (d)
	REVENUE:		
1	Casino.....	\$ 139,709	\$ 135,007
2	Rooms.....	9,155	9,319
3	Food and Beverage.....	15,166	16,168
4	Other.....	6,484	6,749
5	Total Revenue.....	170,514	167,243
6	Less: Promotional Allowances.....	38,611	40,671
7	Net Revenue.....	131,903	126,572
	COSTS AND EXPENSES:		
8	Cost of Goods and Services.....	78,583	76,291
9	Selling, General and Administrative.....	17,050	17,811
10	Provision for Doubtful Accounts.....	(1,141)	708
11	Total Costs and Expenses.....	94,492	94,810
12	Gross Operating Profit.....	37,411	31,762
13	Depreciation and Amortization.....	7,935	12,015
	Charges from Affiliates Other than Interest:	-	-
14	Management Fees.....	-	-
15	Other..... NOTE 5.....	1,273	1,416
16	Income (Loss) from Operations.....	28,203	18,331
	Other Income (Expenses):		
17	Interest Income (Expense) - Affiliates..... NOTES 2, 3 & 4.....	(12,398)	(24,082)
18	Interest Income (Expense) - External..... NOTE 4.....	(139)	(571)
19	Investment Alternative Tax and Related Income (Expense) - Net.....	(589)	(568)
20	Nonoperating Income (Expense) - Net..... NOTE 10.....	24	32
21	Total Other Income (Expenses).....	(13,102)	(25,189)
22	Income (Loss) Before Income Taxes and Extraordinary Items.....	15,101	(6,858)
23	Provision (Credit) for Income Taxes..... NOTE 9.....	695	679
24	Income (Loss) Before Extraordinary Items.....	14,406	(7,537)
25	Extraordinary Items (Net of Income Taxes- 2005, \$ ____; 2004, \$ ____).	-	-
26	Net Income (Loss).....	\$ 14,406	\$ (7,537)

The accompanying notes are an integral part of the financial statements.
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TRADING NAME OF LICENSEE: TRUMP TAJ MAHAL CASINO RESORT

STATEMENTS OF CHANGES IN PARTNERS' OR PROPRIETOR'S EQUITY

FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2004
AND THE NINE MONTHS ENDED SEPTEMBER 30, 2005

(UNAUDITED)
(\$ IN THOUSANDS)

Line (a)	Description (b)	Contributed Capital (c)	Accumulated Earnings (Deficit) (d)	(e)	Total Equity (Deficit) (f)
1	Balance, December 31, 2003.....	\$64,584	(\$35,766)		\$28,818
2	Net Income (Loss) - 2004.....		(46,796)		(46,796)
3	Capital Contributions.....	8,232			8,232
4	Capital Withdrawals.....				
5	Partnership Distributions..... NOTE 6.....	(33,474)			(33,474)
6	Prior Period Adjustments.....				
7				
8				
9				
10	Balance, December 31, 2004.....	39,342	(82,562)		(43,220)
11	Net Income (Loss) - May 19, 2005.....		226,271		226,271
12	Capital Contributions (Debt Restructuring) NOTE 6.....	230,652			230,652
13	Capital Withdrawals.....				
14	Partnership Distributions..... NOTE 6.....	(7,779)			(7,779)
15	Prior Period Adjustments.....				
16				
17				
18				
19	Balance, May 19, 2005.....	\$262,215	\$143,709		\$405,924
20	Capitalization of Company on May 19, 2005.....	\$405,924			\$405,924
21	Net Income (Loss) - May 20, 2005 through September 30, 2005...		15,184		15,184
22	Capital Contributions.....				
23	Capital Withdrawals.....				
24	Partnership Distributions..... NOTE 6.....	(2,267)			(2,267)
25	Prior Period Adjustments.....				
26				
27				
28				
29	Balance, September 30, 2005.....	\$403,657	\$15,184		\$418,841

The accompanying notes are an integral part of the financial statements.
Valid comparisons cannot be made without using information contained in the notes.

TRADING NAME OF LICENSEE: TRUMP TAJ MAHAL CASINO RESORT

STATEMENTS OF CASH FLOWS

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2005 AND 2004

(UNAUDITED)
(\$ IN THOUSANDS)

LINE (a)	DESCRIPTION (b)	2005 (c)	2004 (d)
1	NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES.....	\$ 52,826	\$ 43,541
	CASH FLOWS FROM INVESTING ACTIVITIES:		
2	Purchase of Short-Term Investment Securities.....	-	-
3	Proceeds from the Sale of Short-Term Investment Securities.....	-	-
4	Cash Outflows for Property and Equipment.....	(20,007)	(5,599)
5	Proceeds from Disposition of Property and Equipment.....	1,500	-
6	Purchase of Casino Reinvestment Obligations.....	(4,631)	(4,552)
7	Purchase of Other Investments and Loans/Advances made.....	-	-
8	Proceeds from Disposal of Investments and Collection of Advances and Long-Term Receivables.....	-	-
9	Cash Outflows to Acquire Business Entities.....	-	-
10		-	-
11		-	-
12	Net Cash Provided (Used) by Investing Activities.....	(23,138)	(10,151)
	CASH FLOWS FROM FINANCING ACTIVITIES:		
13	Cash Proceeds from Issuance of Short-Term Debt.....	-	-
14	Payments to Settle Short-Term Debt.....	-	-
15	Cash Proceeds from Issuance of Long-Term Debt.....	-	-
16	Costs of Issuing Debt.....	-	-
17	Payments to Settle Long-Term Debt.....	(8,269)	(9,517)
18	Cash Proceeds from Issuing Stock or Capital Contributions.....	-	-
19	Purchases of Treasury Stock.....	-	-
20	Payments of Dividends or Capital Withdrawals.....	-	-
21	Partnership Distribution.....	(10,046)	(7,646)
22	Cash Disbursed for Capital Contribution.....	-	-
23	Net Cash Provided (Used) by Financing Activities.....	(18,315)	(17,163)
24	Net Increase (Decrease) in Cash and Cash Equivalents.....	11,373	16,227
25	Cash and Cash Equivalents at Beginning of Period.....	53,105	40,545
26	Cash and Cash Equivalents at End of Period.....	\$ 64,478	\$ 56,772
	CASH PAID DURING PERIOD FOR:		
27	Interest (Net of Amount Capitalized).....	\$ 29,940	\$ 40,998
28	Income Taxes.....	\$ 263	\$ 263

The accompanying notes are an integral part of the financial statements.
Valid comparisons cannot be made without using information contained in the notes.

STATEMENTS OF CASH FLOWS

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2005 AND 2004

(UNAUDITED)
(\$ IN THOUSANDS)

LINE (a)	DESCRIPTION (b)	2005 (c)	2004 (d)
	NET CASH FLOWS FROM OPERATING ACTIVITIES:		
29	Net Income (Loss).....	\$ 241,455	\$ (28,316)
	Noncash Items Included in Income and Cash Items Excluded from Income:		
30	Depreciation and Amortization of Property and Equipment.....	30,233	36,570
31	Amortization of Other Assets.....	268	107
32	Amortization of Debt Discount or Premium.....	-	1,585
33	Deferred Income Taxes - Current.....	-	-
34	Deferred Income Taxes - Noncurrent.....	-	-
35	(Gain) Loss on Disposition of Property and Equipment.....	-	-
36	(Gain) Loss on Casino Reinvestment Obligations.....	1,627	1,594
37	(Gain) Loss from Other Investment Activities.....	-	-
38	Net (Increase) Decrease in Receivables and Patrons' Checks.....	(3,957)	463
39	Net (Increase) Decrease in Inventories.....	(161)	(14)
40	Net (Increase) Decrease in Other Current Assets.....	(1,290)	(1,498)
41	Net (Increase) Decrease in Other Assets.....	(869)	(5,131)
42	Net Increase (Decrease) in Accounts Payable.....	(3,316)	4,290
43	Net Increase (Decrease) in Other Current Liabilities Excluding Debt.....	36,705	33,891
44	Net Increase (Decrease) in Other Noncurrent Liabilities Excluding Debt.....	-	-
45	Reorganization Expense..... NOTES 2 & 3.....	(104,516)	-
46	Gain on Debt Extinguishment..... NOTES 2 & 3.....	(143,353)	-
47	Net Cash Provided (Used) by Operating Activities.....	\$ 52,826	\$ 43,541

SUPPLEMENTAL SCHEDULE OF NONCASH INVESTING AND FINANCING ACTIVITIES

	ACQUISITION OF PROPERTY AND EQUIPMENT:		
48	Additions to Property and Equipment.....	\$ (20,307)	\$ (19,012)
49	Less: Capital Lease Obligations Incurred.....	300	13,413
50	Cash Outflows for Property and Equipment.....	\$ (20,007)	\$ (5,599)
	ACQUISITION OF BUSINESS ENTITIES:		
51	Property and Equipment Acquired.....	\$ -	\$ -
52	Goodwill Acquired.....	-	-
53	Net Assets Acquired Other than Cash, Goodwill, and Property and Equipment.....	-	-
54	Long-Term Debt Assumed.....	-	-
55	Issuance of Stock or Capital Invested.....	-	-
56	Cash Outflows to Acquire Business Entities.....	\$ 0	\$ 0
	STOCK ISSUED OR CAPITAL CONTRIBUTIONS:		
57	Total Issuances of Stock or Capital Contributions/Partnership Distribution.....	\$ -	\$ -
58	Plus: Issuances of Long-Term Debt to Affiliates, Net of Costs.....	-	-
59	Plus: Elimination of Amounts Due from Affiliates.....	-	-
60	Cash Proceeds from Issuing Stock or Capital Contributions.....	\$ 0	\$ 0

The accompanying notes are an integral part of the financial statements.
Valid comparisons cannot be made without using information contained in the notes.

TRUMP TAJ MAHAL CASINO RESORT
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2005
(Unaudited)

NOTE 1 - GENERAL

Organization and Operations

Trump Taj Mahal Associates, a New Jersey Limited Liability Corporation ("Taj Associates" or the "Company") is 100% beneficially owned by Trump Entertainment Resorts Holdings, L.P. (formerly known as Trump Hotels & Casino Resorts Holdings, L.P. ("THCR")), a Delaware Limited Partnership ("TER Holdings"). Trump Entertainment Resorts, Inc. (formerly known as Trump Hotels & Casino Resorts, Inc.), a Delaware corporation ("TER") currently beneficially owns an approximately 76.5% profits interest in TER Holdings, as both a general and limited partner, and Donald J. Trump ("Mr. Trump") owns directly and indirectly an approximately 23.5% profits interest in TER Holdings, as a limited partner. In addition TER Holdings beneficially wholly owns:

- Trump Plaza Associates, LLC ("Plaza Associates"), which owns and operates the Trump Plaza Hotel and Casino ("Trump Plaza"), located at the center of the Boardwalk in Atlantic City, New Jersey.
- Trump Marina Associates, LLC ("Marina Associates"), which owns and operates the Trump Marina Hotel Casino ("Trump Marina"), located in Atlantic City's marina district.
- Trump Indiana, Inc., which owns and operates a riverboat gaming facility at Buffington Harbor, on Lake Michigan in Gary, Indiana ("Trump Indiana").

Taj Associates owns and operates the Trump Taj Mahal Casino Resort (the "Taj Mahal"), an Atlantic City, New Jersey hotel, casino and convention center complex. The Taj Mahal, Trump Plaza and Trump Marina are collectively referred to as the "Trump Atlantic City Properties." The Atlantic City market is very competitive and is anticipated to become more competitive in the future. Taj Associates derives its revenue from casino operations, room rental, food and beverage sales, and entertainment revenue.

The casino industry in Atlantic City is seasonal in nature with the peak season being the spring and summer months. Accordingly, results of operations for the three and nine months ended September 30, 2005 and 2004 are not necessarily indicative of the operating results for a full year.

Reclassifications

Certain reclassifications and disclosures have been made to prior period financial statements in order to conform to the current period presentation.

TRUMP TAJ MAHAL CASINO RESORT
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2005
(Unaudited)

NOTE 2 - REORGANIZATION AND EMERGENCE FROM CHAPTER 11

Chapter 11 Reorganization

On November 21, 2004, Trump Hotels & Casino Resorts, Inc. and its subsidiaries (collectively, the "Debtors") filed voluntary petitions for relief under chapter 11 of the United States Bankruptcy Code (the "Bankruptcy Code") in the United States Bankruptcy Court for the District of New Jersey (the "Bankruptcy Court"), as part of a pre-arranged plan of reorganization. While in bankruptcy, the Debtors continued to manage their properties and operate their businesses as "debtors-in-possession" under the jurisdiction of the Bankruptcy Court.

On April 5, 2005, the Bankruptcy Court entered an order confirming the Second Amended Joint Plan of Reorganization, dated as of March 30, 2005, of the Debtors, as amended (the "Plan"). The Plan became effective on May 20, 2005 (the "Effective Date"), at which time all material conditions to the plan were satisfied and the Debtors emerged from chapter 11.

For a summary of certain actions that occurred as of the Effective Date and the distributions that were made to holders of THCR's securities under the Plan, see TER's Current Report on Form 8-K, filed with the SEC on May 26, 2005.

Basis of Presentation

Subject to the foregoing, the accompanying financial statements have been prepared without audit. In the opinion of management, all adjustments, consisting of only normal recurring adjustments necessary to present fairly the financial position, the results of operations and cash flows for the periods presented, have been made.

The accompanying financial statements have been prepared pursuant to the rules and regulations of the Casino Control Commission of the State of New Jersey (the "CCC"). Accordingly, certain information and note disclosures normally included in financial statements prepared in conformity with accounting principles generally accepted in the United States have been condensed or omitted. These financial statements should be read in conjunction with the financial statements and notes thereto included in Taj Associates' December 31, 2004 Quarterly Report as filed with the CCC.

As described above, from the filing of the Debtors' chapter 11 petition to the Effective Date, THCR and its subsidiaries operated as debtors-in-possession under the jurisdiction of the Bankruptcy Court. Accordingly, Taj Associates financial statements for periods prior to its emergence from chapter 11 were prepared in accordance with the American Institute of Certified Public Accountants Statement of Position 90-7, "Financial Reporting by Entities in Reorganization under the Bankruptcy Code" ("SOP 90-7"). SOP 90-7 required the Company to report pre-petition liabilities that were subject to compromise separately on its balance sheet at an estimate of the amount that would ultimately be allowed by the Bankruptcy Court. SOP 90-7 also required separate reporting of certain expenses relating to the Debtors' chapter 11 filings as reorganization items.

Upon its emergence from chapter 11, the Company adopted fresh-start reporting in accordance with SOP 90-7. Under fresh-start reporting, a new entity was deemed to have been created for financial reporting purposes and the recorded amounts of assets and liabilities were adjusted to reflect their preliminary estimated fair values. The term, "Predecessor Company" refers to the Company for periods prior to and including May 19, 2005, and the term "Reorganized Company" refers to the Company for periods on and subsequent to May 20, 2005. As a result of the adoption of fresh-start reporting, the Company's post-emergence financial statements are generally not comparable with the financial statements of the Predecessor Company prior to its emergence from bankruptcy, including the historical financial statements included in this quarterly report.

TRUMP TAJ MAHAL CASINO RESORT
NOTES TO FINANCIAL STATEMENTS

SEPTEMBER 30, 2005

(Unaudited)

Financial Reporting Under the Bankruptcy Code

From November 21, 2004 to May 19, 2005, the Company accounted for its operations under SOP 90-7. In accordance with SOP 90-7, certain expenses incurred and benefits realized by the Company during the bankruptcy period were recorded as reorganization expenses in the accompanying statements of income. In order to record its debt instruments at the amount of the claims expected to be allowed by the Bankruptcy Court in accordance with SOP 90-7, as of the chapter 11 petition date, the Company wrote off as reorganization expenses its capitalized deferred financing fees associated with the 11.25% First Mortgage Notes due 2006 of Trump Atlantic City Associates and certain of its affiliates (the "TAC Notes"). Reorganization expenses also include professional fees and other expenses directly associated with the bankruptcy process.

The following table summarizes reorganization income (expense) for the nine months ended September 30, 2005:

	Predecessor Company
Professional fees and expenses	\$ (31,000)
Net fresh-start reorganization gain	104,518,000
	<u>\$ 104,487,000</u>

NOTE 3 - FRESH-START REPORTING

TER and its subsidiaries adopted fresh-start reporting upon its emergence from chapter 11 on the Effective Date in accordance with SOP 90-7. TER and its subsidiaries are required to apply the fresh-start provisions of SOP 90-7 to its financial statements because it has concluded that (i) the reorganization value of the assets of the emerging entity immediately before the date of confirmation was less than the total of all post-petition liabilities and allowed claims and (ii) the holders of existing voting shares of THCR immediately before confirmation (i.e., the holders of shares of the common stock of the Predecessor Company (the "Old Common Stock") that were issued and outstanding prior to the commencement of the chapter 11 proceedings) received less than 50 percent of the voting shares of the emerging entity. SOP 90-7 sets forth the principles regarding the date at which a company that has emerged from a chapter 11 proceeding should apply fresh-start reporting to account for the effects of the plan of reorganization. Under SOP 90-7, application of fresh-start reporting is required on the date on which the plan of reorganization is confirmed by a bankruptcy court, but SOP 90-7 further provides that fresh-start reporting should not be applied until all material conditions are satisfied. All material conditions to the Plan were satisfied as of May 20, 2005.

Fresh-start reporting requires that the Company adjust the historical cost of its assets and liabilities to their fair value as determined by the reorganization value of the Company. Furthermore, the reorganization value must be allocated among the reorganized entity's net assets in conformity with procedures specified by Statement of Financial Accounting Standards ("SFAS") No. 141, "Business Combinations" ("SFAS 141"). The Company had engaged an independent appraiser to assist the Company in the allocation of reorganization value under the Plan to the Company's assets and liabilities. The Company used the independent appraiser's preliminary analysis and other information to make the allocations as of the Effective Date. The Company's intangibles include trademarks (including a perpetual, exclusive royalty-free license of the "Trump" name and certain derivatives thereof, subject to certain terms and conditions), customer relationships, and the excess of the reorganization value over net assets.

Accordingly, the Company recorded the following as intangible assets at May 20, 2005 (which is based on an updated preliminary analysis received during the third quarter):

Trademarks	\$ 81,000,000
Customer Relationships	7,000,000
Excess of Reorganization Value over Fair Value of Net Assets Acquired ...	81,493,000
Leasehold Interests	466,000
Total	<u>\$ 169,959,000</u>

TRUMP TAJ MAHAL CASINO RESORT
NOTES TO FINANCIAL STATEMENTS

SEPTEMBER 30, 2005

(Unaudited)

Customer relationships are being amortized on a straight-line basis over a period of seven years and is included in depreciation and amortization in the accompanying statement of operations. The trademarks have an indefinite life; accordingly, trademarks are not subject to periodic amortization but are reviewed annually for impairment. The excess of reorganization value over the fair value of net assets acquired is reviewed annually for impairment.

NOTE 4 - LONG-TERM DEBT

Long-term debt consists of the following:

	September 30, 2005	September 30, 2004
Note Payable - TER and TER Funding 8.5% Senior Secured Notes, due 2015 (a)	\$ 575,000,000	\$ —
Note Payable - TAC and TAC Funding 11.25% First Mortgage Notes, due 2006 (b)	—	800,000,000
Note Payable - TAC, TAC Funding II and TAC Funding III 11.25% First Mortgage Notes, due 2006, net of unamortized discount of \$0 and \$197,000 respectively (c)	—	36,553,000
Capitalized lease obligations (d)	21,482,000	24,114,000
	596,482,000	860,667,000
Less: current maturities	(12,828,000)	(12,509,000)
	<u>\$ 583,654,000</u>	<u>\$ 848,158,000</u>

- (a) In May 2005, TER and TER Funding, Inc., a wholly owned subsidiary of TER ("TER Funding"), issued \$1,250,000,000 principal amount of 8.50% First Mortgage Notes due June 1, 2015 (the "TER Notes"). Interest on the TER Notes is payable semi-annually on each June 1 and December 1 commencing on May 20, 2005 initially payable December 1, 2005.

\$730 million aggregate principal amount of the TER Notes are nonrecourse to the issuers and to the partners of TER Holdings (the "Qualified Portion"). \$520 million aggregate principal amount of the TER Notes are recourse to the issuers and to TER, in its capacity as general partner of TER Holdings (the "Non-Qualified Portion"). The Non-Qualified Portion and Qualified Portion are recalculated on a periodic basis based on certain tax considerations no less frequently than annually, provided that in no event will the Qualified Portion exceed \$730 million aggregate principal amount of the TER Notes.

All of the domestic subsidiaries of TER Holdings (except for TER Funding, as co-issuer of the TER Notes) (the "Guarantors") are guarantors of the Non-Qualified Portion, which are fully recourse and enforceable against the collateral securing the TER Notes. All of the Guarantors, with the exception of Trump Indiana, Inc., are guarantors of the Qualified Portion, which are nonrecourse and enforceable only against the collateral securing the TER Notes.

The TER Notes are senior obligations of the issuers and are guaranteed on a senior basis by the Guarantors, and rank senior in right of payment to the issuers' and Guarantors' future subordinated indebtedness. Notwithstanding the foregoing, because amounts borrowed under the Credit Agreement are secured by substantially all the assets of the issuers and the Guarantors on a priority basis, the TER Notes and the guarantees thereof are effectively subordinated to amounts borrowed under the Credit Agreement.

The TER Notes are secured by substantially all TER's real property and incidental personal property, subject to liens securing amounts borrowed under the Credit Agreement and certain permitted prior liens. The issuers and Guarantors of the TER Notes are subject to certain affirmative and negative covenants under the TER Notes indenture.

TRUMP TAJ MAHAL CASINO RESORT
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2005
(Unaudited)

From the proceeds of the issuance of the TER Notes, TER loaned \$575,000,000 to Taj Associates with interest at 8.50%, due June 1, 2015 with the same terms as the TER Notes.

Deferred Financing Costs

Financing costs, including underwriters' discounts and direct transactional fees (including accounting, legal and printing costs and fees) associated with the issuance of the TER Notes have been capitalized as deferred bond and loan issuance costs at June 30, 2005 in the accompanying balance sheets and are being amortized to interest expense over the terms of the related debt.

- (b) In April 1996, Trump Atlantic City Associates ("TAC") and Trump Atlantic City Funding, Inc., a wholly owned subsidiary of TAC ("TAC Funding"), issued \$1,200,000,000 principal amount of 11.25% First Mortgage Notes due May 1, 2006 (the "TAC I Notes"). On May 20, 2005, the TAC I Notes were cancelled as a result of the transaction described in Note 2.
- (c) In December 1997, TAC and Trump Atlantic City Funding II, Inc. ("TAC Funding II") issued \$75,000,000 principal amount of 11.25% First Mortgage Notes due May 1, 2006 (the "TAC II Notes"). In December 1997, TAC and Trump Atlantic City Funding III, Inc. ("TAC Funding III") issued \$25,000,000 principal amount of 11.25% First Mortgage Notes due May 1, 2006 (the "TAC III Notes" and together with the TAC I Notes and TAC II Notes, the "TAC Notes"). On May 20, 2005, the TAC II Notes and TAC III Notes were cancelled as a result of the transaction described in Note 2.

From the proceeds of the issuance of the TAC Notes, TAC loaned \$800,000,000 and \$36,750,000 to Taj Associates with interest at 11.25%, due May 1, 2006 with the same terms as the TAC Notes. Accordingly these loans were cancelled as a result of the transaction described in Note 2.

- (d) Interest on these leases are payable with interest rates ranging from 4.5% to 18.2%. The leases are due at various dates between 2005 and 2009 and are secured by the equipment financed.

NOTE 5 - TRANSACTIONS WITH AFFILIATES

Taj Associates has engaged in certain transactions with Mr. Trump and entities that are partially owned by Mr. Trump. Amounts receivable/(payable) at September 30 are as follows:

	September 30, 2005	September 30, 2004
Marina Associates	\$ (194,000)	\$ (28,000)
Plaza Associates	(163,000)	(67,000)
Trump Indiana	(111,000)	(129,000)
Trump Administration	(3,226,000)	(2,446,000)
TAC	—	9,497,000
Trump Casino Holdings, LLC	—	12,000
	<u>\$ (3,694,000)</u>	<u>\$ 6,839,000</u>

Taj Associates engages in various transactions with the other Atlantic City hotel/casinos and related casino entities that are affiliates of Mr. Trump. These transactions are charged at cost or normal selling price in the case of retail items and include certain shared professional fees, insurance and payroll costs as well as complimentary services offered to customers.

Trump Taj Mahal Associates Administration, a separate division of Taj Associates ("Trump Administration") was formed for the purpose of realizing cost savings and operational synergies by consolidating certain administrative functions of, and providing certain services to Taj Associates, Plaza Associates and Marina Associates. Management believes that Trump Administration's services will continue to result in substantial cost savings and operational synergies.

TRUMP TAJ MAHAL CASINO RESORT
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2005
(Unaudited)

NOTE 6 - PARTNER'S/OWNER'S CAPITAL

Partnership/Owner's Distribution

Pursuant to the indentures governing the TER Notes, Taj Associates is permitted to reimburse TER for its operating and interest expenses. During the period May 20, 2005 to September 30, 2005 Taj Associates declared cash partnership distributions to TER of \$2,267,000 consisting of operating expense reimbursements.

Pursuant to the indentures governing the TAC Notes, TAC was permitted to reimburse THCR for its operating and interest expenses. These reimbursements were subject to limitations set forth in such indentures, including an annual limitation of \$10,000,000 in operating expense reimbursements and a life-time limitation of \$50,000,000 in interest expense reimbursements. As such, TAC's subsidiaries, Taj Associates and Plaza Associates were permitted to reimburse TAC for its interest expenses and operating expense reimbursements to THCR. During the period ended May 19, 2005 and the nine months ended September 30, 2004, Taj Associates declared cash partnership distributions to TAC of \$7,779,000 and \$7,646,000, respectively, consisting of operating expense reimbursements as well as cash to fund the payment by TAC of other expenses which were principally transaction costs related to the Plan.

Capital Contributions

As a result of the transactions described in Notes 2, 3 and 4 Taj Associates recorded on May 19, 2005 the following non-cash transactions as capital contributions:

Allocation portion of deferred financing costs on the TER Notes	\$ 7,346,000
Net gain on re-organization of TAC debt	188,533,000
Interest on TAC Notes paid on behalf of Taj Associates	<u>34,773,000</u>
	<u>\$ 230,652,000</u>

NOTE 7 - COMMITMENTS AND CONTINGENCIES

Legal Proceedings

On November 21, 2004, the Debtors filed voluntary petitions for relief in the Bankruptcy Court under chapter 11 of the Bankruptcy Code. As debtors-in-possession, the Debtors were authorized under chapter 11 to continue to operate their businesses while under the jurisdiction of the Bankruptcy Court. The Bankruptcy Court entered an order confirming the Plan, as amended, on April 5, 2005. The Plan became effective and the Debtors emerged from bankruptcy on May 20, 2005. Although the Company has emerged from bankruptcy, the Company is still in the process of resolving various claims and other litigation in connection with the Plan, which may continue for the foreseeable future.

DLJ Merchant Banking Partners III, LP ("DLJMB") filed proofs of claims in the Debtors' chapter 11 cases (the "DLJMB Claims") in which DLJMB alleges that it is due in excess of \$26 million for fees and expenses in connection with a proposed recapitalization of THCR that THCR had pursued in 2004. TER disputes the validity of the DLJMB Claims. On October 6, 2005, certain of the Debtors commenced proceedings in the Bankruptcy Court to seek, among other relief, entry of an order disallowing and expunging the DLJMB Claims. The parties have been in settlement discussions, and the Company believes that an agreement to settle the DLJMB claims will be reached, although no assurances can be given.

TRUMP TAJ MAHAL CASINO RESORT
NOTES TO FINANCIAL STATEMENTS

SEPTEMBER 30, 2005

(Unaudited)

401(k) Plan Participant Litigation

On February 8, 2005, certain individuals filed a complaint in the United States District Court for the District of New Jersey, Camden Division, against certain persons and organizations that included members of the Trump Capital Accumulation Plan Administrative Committee. In their complaint, the plaintiffs alleged, among other things, that such persons and organizations, who were responsible for managing the Trump Capital Accumulation Plan, breached their fiduciary duties owed to the plan participants when THCR Common Stock held in employee accounts was allegedly sold without participant authorization if the participant did not willingly sell such shares by a specified date in accordance with the plan. The plaintiffs brought this suit under the Employee Retirement Income Security Act of 1974, as amended, on behalf of themselves and certain other plan participants and beneficiaries and sought to have the court certify their claims as a class action. In their complaint, the plaintiffs also sought, among other things, damages for losses suffered by certain accounts of affected plan participants as a result of such allegedly improper sale of THCR Common Stock and reasonable costs and attorneys' fees. The parties have conducted limited discovery and have scheduled mediation hearings for early December 2005. If the parties are unable resolve the matter through mediation, full discovery is anticipated to commence in January 2006. At this time, the Company cannot predict the outcome of such litigation or its effect on the Company's business.

Federal Income Tax Examination

Taj Associates is currently involved in examinations with the Internal Revenue Service (the "IRS") concerning their federal partnership income tax returns for the tax years 2002 and 2003. While any adjustments resulting from this examination could affect their specific state income tax returns, Taj Associates does not believe that adjustments, if any, will have a material adverse effect on their financial condition or results of operations.

Other Litigation

In addition to the foregoing, Taj Associates and certain of its employees are involved from time to time in other legal proceedings arising in the ordinary course of the Company's business. While any proceeding or litigation contains an element of uncertainty, management believes that the final outcomes of these other matters are not likely to have a material adverse effect on the Company's results of operations or financial condition. In general, the Company has agreed to indemnify its employees and its directors against any and all losses, claims, damages, expenses (including reasonable costs, disbursements and counsel fees) and liabilities (including amounts paid or incurred in satisfaction of settlements, judgements, fines and penalties) incurred by them in any legal proceedings absent a showing of such persons' gross negligence or malfeasance.

NOTE 8 - NJSEA SUBSIDY AGREEMENT

On April 12, 2004, the twelve Atlantic City casinos, including Taj Associates, executed an agreement (the "NJSEA Subsidy Agreement") with the New Jersey Sports & Exposition Authority ("NJSEA") and the Casino Reinvestment Development Authority ("CRDA"). The NJSEA Subsidy Agreement provides that the casinos, pro rata according to their gross revenues, shall: (1) pay \$34 million to the NJSEA in cash in four yearly payments through October 15, 2007 and donate \$52 million to the NJSEA from the regular payment of their CRDA obligations for use by the NJSEA through 2008 to enhance purses, fund breeders awards and establish account wagering at New Jersey horse racing tracks; and (2) donate \$10 million from the regular payment of their CRDA obligations for use by the CRDA as grants to such other North Jersey projects as the CRDA shall determine. The donation of \$62 million of CRDA obligations is conditioned upon the timely enactment and funding of the Casino Expansion Fund Act, which was enacted effective August 25, 2004 and established the Atlantic City Expansion Fund. The Casino Expansion Fund Act further identifies the casino hotel room occupancy fee as its funding source and directs the CRDA to provide the fund with \$62 million and make that amount available, on a pro rata basis, to each casino licensee for investment. By statute, as amended as of January 26, 2005, such funds shall be invested in eligible projects in Atlantic City which, if approved by the CRDA by August 25, 2006, add hotel rooms, retail, dining or non-gaming entertainment venues or other non-gaming amenities including, in certain circumstances, parking spaces or, if approved thereafter, additional hotel rooms. Taj Associates has estimated its portion of the industry obligation at approximately 10.7%.

TRUMP TAJ MAHAL CASINO RESORT
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2005
(Unaudited)

The NJSEA Subsidy Agreement further provides for a moratorium until January 2009 on the "conduct" of casino gaming at any New Jersey racetrack (unless casinos controlling a majority of the hotel rooms operated by the casinos in Atlantic City otherwise agree), and a moratorium until January 2006 on the introduction of casino gaming at any New Jersey racetrack. Violation of the moratorium terminates the NJSEA Subsidy Agreement and all further payment obligations to the NJSEA and requires the NJSEA to return all undistributed cash to the casinos and the CRDA to return all undistributed donated investment alternative tax obligation payments to the casinos.

NOTE 9 - INCOME TAXES

New Jersey state income taxes represent taxes as computed under the alternative minimum assessment method in calculating state income taxes and the New Jersey profits tax in the amount of \$1,674,000 and \$262,500, respectively, for the nine months ended September 30, 2005 and \$1,649,000 and \$262,500, respectively, for the nine months ended September 30, 2004.

NOTE 10 - NON-OPERATING INCOME (EXPENSE)

Non-operating income (expense) for the nine months ended September 30, 2005 and 2004 consists of:

	2005	2004
Interest income	\$ 858,000	\$ 39,000
Reorganization expenses	104,487,000	—
	<u>\$ 105,345,000</u>	<u>\$ 39,000</u>

See Notes 2 and 3 for additional disclosure and discussion.

NOTE 11 - EXTRAORDINARY GAIN ON EXTINGUISHMENT OF DEBT

The extraordinary gain on extinguishment of debt for the nine months ended September 30, 2005 was comprised of:

	2005
Cancellation of TAC Notes payable, net	\$ 89,024,000
Cancellation of accrued interest on TAC Notes	54,329,000
	<u>\$ 143,353,000</u>

See Notes 2 and 3 for additional disclosure and discussion.

TRADING NAME OF LICENSEE: TRUMP TAJ MAHAL CASINO RESORT

SCHEDULE OF PROMOTIONAL EXPENSES AND ALLOWANCES

(\$ IN THOUSANDS)

FOR THE THREE MONTHS ENDED SEPTEMBER 30, 2005

Line (a)	(b)	Promotional Allowances		Promotional Expenses	
		Number of Recipients (c)	Dollar Amount (d)	Number of Recipients (e)	Dollar Amount (f)
1	Rooms	92,239	\$ 7,623		
2	Food	469,073	7,106		
3	Beverage	1,871,803	3,003		
4	Travel			23,873	\$ 2,229
5	Bus Program Cash	172,783	2,410		
6	Other Cash Comps	415,395	17,684		
7	Entertainment	3,857	360	2,061	81
8	Retail & Gifts			38,492	1,174
9	Parking				
10	Other *	9,632	425	13,115	421
11	Total	3,034,782	\$ 38,611	77,541	\$ 3,905

* No complimentary service or item within Other exceeds 5% of the total.

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2005

Line (a)	(b)	Promotional Allowances		Promotional Expenses	
		Number of Recipients (c)	Dollar Amount (d)	Number of Recipients (e)	Dollar Amount (f)
1	Rooms	245,149	\$ 19,218		
2	Food	1,291,940	18,842		
3	Beverage	5,196,516	8,292		
4	Travel			67,093	\$ 6,168
5	Bus Program Cash	485,767	6,585		
6	Other Cash Comps	1,280,499	52,901		
7	Entertainment	5,723	534	14,793	1,135
8	Retail & Gifts			139,796	4,182
9	Parking				
10	Other *	18,292	964	77,493	1,276
11	Total	8,523,886	\$ 107,336	299,175	\$ 12,761

* No complimentary service or item within Other exceeds 5% of the total.


STATEMENT OF CONFORMITY, ACCURACY AND COMPLIANCE

STATE OF NEW JERSEY:
COUNTY OF ATLANTIC :SS,
:

James L. Wright, being duly sworn according to law upon my oath deposes and says:

1. I have examined this Quarterly Report.
2. All the information contained in this Quarterly Report has been prepared in conformity with the Casino Control Commission's Quarterly Report Instructions and Uniform Chart of Accounts.
3. To the best of my knowledge and belief, the information contained in this report is accurate.
4. To the best of my knowledge and belief, except for the deficiencies noted below, the licensee submitting this Quarterly Report has remained in compliance with the financial stability regulations contained in N.J.A.C. 19:43-4.2(b)1-5 during the quarter.

Subscribed and sworn to before me this 14th day of
November, 2005


Signature


Signature

Vice President of Finance
Title

003507-11
License Number

Suzanne H. Wallowitch
NOTARY PUBLIC OF NEW JERSEY
My Commission Expires November 23, 2008
Basis of Authority
to Take Oaths

On Behalf Of:

Trump Taj Mahal Casino Resort
Casino Licensee